

UNAUDITED FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 JUNE 2019 (“4Q2019”) AND FINANCIAL YEAR ENDED 30 JUNE 2019 (“FY2019”).

PART 1 INFORMATION REQUIRED FOR ANNOUNCEMENTS FOR FOURTH QUARTER RESULTS

1(a)(i). A statement of comprehensive income for the Group together with a comprehensive statement for the corresponding period of the immediately preceding financial year.

	Note 8(a)	Group		Inc/(Dec) %	Group		Inc/(Dec) %
		4Q2019 S\$'000	4Q2018 S\$'000		FY2019 S\$'000	FY2018 S\$'000	
Revenue	(i)	14,954	11,123	34.4	85,792	68,869	24.6
Cost of sales		(16,126)	(12,032)	34.0	(85,598)	(69,681)	22.8
Gross (loss)/profit	(ii)	(1,172)	(909)	28.9	194	(812)	nm
Gross (loss)/profit margin		(7.8) %	(8.2) %		0.2 %	(1.2) %	
Other (expenses)/income - net	(iii)	(174)	358	nm	(231)	(7)	3,200.0
Distribution expenses		(1)	12	nm	(9)	(5)	80.0
Administrative expenses	(iv)	(278)	(593)	(53.1)	(1,301)	(2,420)	(46.2)
Finance costs	(v)	(133)	(75)	77.3	(260)	(235)	10.6
Loss before income tax	(vi)	(1,758)	(1,207)	45.7	(1,607)	(3,479)	(53.8)
Income tax expense		-	-	nm	-	-	nm
Loss from continuing operations		(1,758)	(1,207)	45.7	(1,607)	(3,479)	(53.8)
(Loss)/Profit from discontinued operations	(vii) &(A)	(1,338)	(4,572)	(70.7)	(71)	(4,203)	nm
Loss after income tax		(3,096)	(5,779)	(46.4)	(1,678)	(7,682)	(78.2)
Other comprehensive gain/(loss), net of income tax:							
Foreign currency translation difference	(viii)	34	(78)	nm	(208)	(203)	2.5
Total comprehensive loss, for the period attributable to the owners of the company		(3,062)	(5,857)	(47.7)	(1,886)	(7,885)	(76.1)

nm = not meaningful

1(a)(ii). The net (loss)/profit attributable to shareholders includes the following charges/credits

	Group		Inc/(Dec) %	Group		Inc/(Dec) %
	4Q2019 S\$'000	4Q2018 S\$'000		FY2019 S\$'000	FY2018 S\$'000	
Other (expenses)/income - net comprises principally of the following:						
Rental income	293	-	nm	518	57	nm
Interest income	-	-	nm	19	-	nm
Government grants	-	1	(100.0)	3	6	(50.0)
Foreign currency exchange (loss)/gain - realised	(1)	-	nm	(50)	(3)	nm
Foreign currency exchange loss - unrealised	(67)	257	nm	(108)	(12)	800.0
Payables written off	-	-	nm	7	-	nm
Bad debts recovered	-	81	(100.0)	-	81	(100.0)
Depreciation of plant and equipment	(42)	-	nm	(77)	-	nm
Rental cost	(225)	-	nm	(375)	-	nm
Reinstatement expenses for leased premises	-	-	nm	-	(180)	(100.0)
Legal expenses	(119)	-	nm	(119)	-	nm
Miscellaneous	(13)	19	nm	(49)	44	nm

nm = not meaningful

1(b)(i). A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Note 8(b)	Group		Company	
		Unaudited	Audited	Unaudited	Audited
		30-Jun-19 S\$'000	30-Jun-18 S\$'000	30-Jun-19 S\$'000	30-Jun-18 S\$'000
ASSETS					
Non-Current Assets					
Property, plant and equipment	(i)	475	1,917	2	5
Restricted cash held in trust		-	335	-	-
Trade and other receivables		118	201	4,814	4,066
		<u>593</u>	<u>2,453</u>	<u>4,816</u>	<u>4,071</u>
Current Assets					
Inventories	(i)	13	3,185	-	-
Trade receivables	(ii)	5,603	4,666	-	-
Other receivables	(iii)	1,457	3,266	122	340
Cash and cash equivalents		3,354	2,909	16	97
		<u>10,427</u>	<u>14,026</u>	<u>138</u>	<u>437</u>
Total Assets		<u>11,020</u>	<u>16,479</u>	<u>4,954</u>	<u>4,508</u>
EQUITY AND LIABILITIES					
Equity attributable to owners of the Company					
Share Capital		177,480	177,480	177,480	177,480
Other reserves	(iv)	(141)	67	-	-
Accumulated losses		<u>(174,884)</u>	<u>(173,640)</u>	<u>(175,215)</u>	<u>(174,649)</u>
Total Equity		<u>2,455</u>	<u>3,907</u>	<u>2,265</u>	<u>2,831</u>
LIABILITIES					
Non-Current Liabilities					
Trade and other payables		-	34	-	-
Provisions		410	410	-	-
Finance lease liabilities		36	50	-	-
Borrowings	(vi)	1,000	-	1,000	-
		<u>1,446</u>	<u>494</u>	<u>1,000</u>	<u>-</u>
Current Liabilities					
Trade and other payables	(v)	3,167	9,356	689	677
Provisions		-	683	-	-
Finance lease liabilities		13	32	-	-
Borrowings	(vi)	3,939	2,000	1,000	1,000
Income tax payable		-	7	-	-
		<u>7,119</u>	<u>12,078</u>	<u>1,689</u>	<u>1,677</u>
Total Liabilities		<u>8,565</u>	<u>12,572</u>	<u>2,689</u>	<u>1,677</u>
Total Equity and Liabilities		<u>11,020</u>	<u>16,479</u>	<u>4,954</u>	<u>4,508</u>

1(b)(ii). Aggregate amount of group's borrowings and debt securities.

	As at 30-Jun-19		As at 30-Jun-18	
	Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
<u>Current</u>				
Non-Convertible bond*	2,000	-	1,000	-
Loan from third party	-	2,939	-	1,000
Total	<u>2,000</u>	<u>2,939</u>	<u>1,000</u>	<u>1,000</u>

* Please refer to announcement dated 10 January 2019 for further details

Disposal of E-Waste Management (EWM") Business

(A) The post-tax profit/loss for the quarter ended 30 June 2019 from the discontinued EWM operations is presented below:

	Group			Group		
	4Q2019 S\$'000	4Q2018 S\$'000	Inc/(Dec) %	FY2019 S\$'000	FY2018 S\$'000	Inc/(Dec) %
Revenue	2,740	5,907	(53.6)	18,841	28,271	(33.4)
Cost of sales	(3,914)	(8,948)	(56.3)	(20,894)	(28,944)	(27.8)
Gross loss	(1,174)	(3,041)	nm	(2,053)	(673)	205.1
Gross profit/(loss) margin	(42.8) %	(51.5) %		(10.9) %	(2.4) %	
Other (expenses)/income - net	186	(659)	(128.2)	4,349	261	nm
Distribution expenses	(88)	(385)	(77.1)	(520)	(1,387)	(62.5)
Administrative expenses	(256)	(493)	nm	(1,825)	(2,393)	(23.7)
Finance costs	(6)	15	nm	(16)	15	nm
Loss before income tax	(1,338)	(4,563)	(70.7)	(65)	(4,177)	(98.4)
Income tax expense	-	(9)	(100.0)	(6)	(26)	(76.9)
Loss from discontinued operations	(1,338)	(4,572)	(70.7)	(71)	(4,203)	(98.3)

nm = not meaningful

	Group			Group		
	4Q2019 S\$'000	4Q2018 S\$'000	Inc/(Dec) %	FY2019 S\$'000	FY2018 S\$'000	Inc/(Dec) %
Other (expenses)/income - net comprises principally of the following:						
Rental income	-	66	(100.0)	112	219	(48.9)
Interest income	1	1	-	4	4	-
Insurance claim	-	9	(100.0)	13	642	(98.0)
Foreign currency exchange gain - realised	10	(12)	nm	(47)	37	nm
Foreign currency exchange (loss)/gain - unrealised	-	(20)	(100.0)	31	160	(80.6)
Loss on disposal of plant and equipment	(47)	-	nm	(58)	(17)	241.2
Impairment on plant and equipment	-	(29)	(100.0)	(141)	(29)	386.2
Plant and equipment written off	-	(29)	(100.0)	-	(29)	(100.0)
Bad debts recovered	-	16	(100.0)	-	16	(100.0)
Impairment on receivables	(1,313)	-	nm	(1,313)	-	nm
Gain on disposal of subsidiaries	1,351	-	nm	5,571	-	nm
Payables written off	-	33	(100.0)	31	33	(6.1)
Government grant	-	73	(100.0)	21	78	(73.1)
Fire related cost	-	(143)	(100.0)	-	(143)	(100.0)
Provision for penalties and legal expenses	-	(667)	(100.0)	-	(667)	(100.0)
Reinstatement expenses for leased premises	(21)	(49)	(57.1)	(92)	(49)	87.8
Miscellaneous	205	92	122.8	217	6	3,516.7

nm = not meaningful

1(c). A statement of cash flow (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		Group	
	4Q2019 S\$'000	4Q2018 S\$'000	FY2019 S\$'000	FY2018 S\$'000
Cash flow from operating activities				
Profit/(Loss) before income tax				
From continuing operations	(1,758)	(1,207)	(1,607)	(3,479)
From discontinued operations	(1,338)	(4,563)	(65)	(4,177)
Adjustments for:				
Depreciation of property, plant and equipment	114	159	473	606
Interest expense	133	57	270	220
Interest income	-	(1)	(22)	(4)
Inventories written down	-	814	-	814
Payables written off	-	(33)	(38)	(33)
Gain on disposal of subsidiaries	(1,351)	-	(5,571)	-
Loss on disposal of plant and equipment	47	-	58	17
Impairment on plant and equipment	-	29	141	29
Bad debts recovered	-	(97)	-	(97)
Impairment on receivables	1,313	-	1,313	-
Provision for environmental penalties	-	667	-	667
Reinstatement expenses for leased premises	21	49	92	49
Unrealised loss on futures contracts	-	22	-	22
Loss/(Gain) on foreign currency exchange - unrealised	67	(237)	77	(148)
Operating cash flow before working capital changes	(2,752)	(4,341)	(4,879)	(5,514)
Changes in operating assets and liabilities				
Inventories	446	(492)	2,877	(344)
Trade and other receivables	3,955	(3,854)	(1,453)	(2,787)
Restricted cash held in trust	(5)	-	(5)	-
Trade and other payables	(1,643)	10,379	975	7,444
Cash used in operations	1	1,692	(2,485)	(1,201)
Interest paid	(133)	(57)	(270)	(220)
Interest received	-	1	22	4
Income tax paid	-	(8)	(6)	(56)
Net cash used in operating activities	(132)	1,628	(2,739)	(1,473)
Cash flows from investing activities				
Acquisition of property, plant and equipment	-	(34)	(72)	(438)
Proceeds from disposal of plant and equipment	(47)	(34)	-	6
Net cash inflow from disposal of subsidiaries	35	-	350	-
Net cash (used in)/generated from investing activities	(12)	(68)	278	(432)
Cash flows from financing activities				
Repayment of finance lease liabilities	(4)	(20)	(33)	(40)
Proceeds from controlling shareholder	-	-	-	1,000
Proceeds from/(Repayment of) third parties loan - net	583	-	2,939	(1,000)
Proceeds from shares issuances and warrants exercise	-	-	-	1,134
Net cash generated from financing activities	579	(20)	2,906	1,094
Net decrease in cash and cash equivalents	435	1,540	445	(811)
Cash and cash equivalents at beginning of financial period	2,919	1,391	2,909	3,742
Effect of currency translation on cash and cash equivalents	-	(22)	-	(22)
Cash and cash equivalents at end of financial period	<u>3,354</u>	<u>2,909</u>	<u>3,354</u>	<u>2,909</u>

1(d)(i). A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Share Capital S\$'000	Currency Translation Reserve S\$'000	Accumulated Losses S\$'000	Total Equity S\$'000
Group				
At 1 July 2018	177,480	67	(173,640)	3,907
Loss for the financial year	-	-	(1,678)	(1,678)
Other comprehensive expenses - Foreign currency translation	-	(208)	434	226
Total comprehensive income for the period	-	(208)	(1,244)	(1,452)
At 30 June 2019	177,480	(141)	(174,884)	2,455
At 1 July 2017	176,346	270	(165,958)	10,658
Loss for the financial year	-	-	(7,682)	(7,682)
Other comprehensive expenses - Foreign currency translation	-	(203)	-	(203)
Total comprehensive loss for the period	-	(203)	(7,682)	(7,885)
Issuance of ordinary shares	1,134	-	-	1,134
At 30 June 2018	177,480	67	(173,640)	3,907

	Share Capital S\$'000	Currency Translation Reserve S\$'000	Accumulated Losses S\$'000	Total Equity S\$'000
Company				
At 1 July 2018	177,480	-	(174,649)	2,831
Loss for the financial year	-	-	(566)	(566)
Total comprehensive loss for the period	-	-	(566)	(566)
At 30 June 2019	177,480	-	(175,215)	2,265
At 1 July 2017	176,346	-	(168,657)	7,689
Loss for the financial year	-	-	(5,992)	(5,992)
Total comprehensive loss for the period	-	-	(5,992)	(5,992)
Issuance of ordinary shares	1,134	-	-	1,134
At 30 June 2018	177,480	-	(174,649)	2,831

1(d)(ii). Details of any changes in the Company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares in a class that is listed as at the end of the current financial period reported on and as at the end of the current financial period reported on and as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There were no changes in the Company's share capital during 4Q2019.

There were no outstanding warrants as at 30 June 2019 and 30 June 2018. As of 30 June 2019, the total number of issued shares excluding treasury shares and subsidiary holdings, and the total share capital stood at 90,039,655 and S\$177,479,971 respectively. The Share Consolidation exercise was completed on 14 November 2018.

1(d)(iii). To show the total number of issued shares excluding treasury shares and subsidiary holdings as at the end of the current financial period and as at the end of the immediately preceding year.

The total number of ordinary shares issued, excluding treasury shares and subsidiary holdings as at 30 June 2019 and 30 June 2018 were 90,039,655 and 4,501,984,229 respectively. The Share Consolidation exercise was completed on 14 November 2018.

1(d)(iv). A statement showing all sales, transfers, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

There were no treasury shares held during the quarter ended and as at 30 June 2019.

1(d)(v). A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

There were no subsidiary holdings during the quarter ended and as at 30 June 2019.

2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The figures had not been audited or reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group had applied the same accounting policies and methods of computation to the financial statements in the current reporting period as with the audited financial statements for the financial year ended 30 June 2018.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group had adopted the Singapore Financial Standards (International) ("SFRS(I)s") including improvements to SFRS and interpretations of FRS ("INT FRS") that are mandatory for financial years beginning on or after 1 July 2018. Where applicable, the application of these standards did not have any significant impact on the Group.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends:-

	Group		Group	
	4Q2019 Cents	4Q2018 Cents	9M2019 Cents	9M2018 Cents
(Loss)/Earnings per share for the Group attributable to equity holders of the Company				
i) Continuing operations	(1.9525)	(0.0268)	(0.0353)	(0.0789)
ii) Discontinued operations	(1.4860)	(0.1016)	(0.0016)	(0.0953)

The earnings per share for continuing business in 4Q2019 and FY2019 were calculated based on the weighted average number of ordinary shares of 90,039,655 and 4,547,332,668 respectively.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer at the end of the:-

(a) Current financial period reported on; and

(b) Immediately preceding financial year.

	Group		Company	
	30-Jun-19 Cents	30-Jun-18 Cents	30-Jun-19 Cents	30-Jun-18 Cents
NAV per share based on issued share capital as at the end of the period	2.7266	0.0868	2.5156	0.0629

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the Group's business. It must include a discussion of the following:-

(a) any significant factors that affected the turnover, costs, and earnings of the Group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(i) Revenue

As the electronic waste management business had been sold and is accounted for under Discontinued Operation, revenue for 4Q2019 and FY2019 derived solely from the supply chain management business, increased by 34.4% to S\$15.0 million and 24.6% to S\$85.8 million in 4Q2019 and FY2019 respectively as more resources have been committed to it.

(ii) Gross (loss)/profit

The Group made a gross loss of S\$1.2 million in 4Q2018, due to price volatility arising from the trade war between the United States ("US") and China as well as a negative outlook for the world economy. However, the Group still managed to achieve gross profit of S\$194,000 for FY2019 comparing to FY2018 which has gross loss of S\$812,000.

(iii) Other (expenses)/income – net

The Net Other Expenses of S\$174,000 in 4Q2019 was made up of
(1) rental income of S\$293,000 offset by depreciation of S\$42,000 and rental cost of S\$225,000;
(2) unrealised foreign exchange loss of S\$67,000; and
(3) legal expenses of S\$119,000.

(iv) Administrative expenses

Administrative expenses decreased by 53.1% and 46.2% in 4Q2019 and FY2019 as compared to 4Q2018 and FY2018, due to the lower manpower related cost incurred in the holding company.

(v) Finance costs

Finance costs increased by 77.3% and 10.6% in 4Q2019 and FY2019 as compared to 4Q2018 and FY2018 due to increase in third parties loan (see paragraph (b)(vi) below) with interest charge of 8% p.a.

(vi) Loss after income tax

The Group reported a loss before income tax of S\$1,758,000 in 4Q2019 as it has accounted for disposals and the ensuing impairment/provisions. However, net loss for FY2019 is reduced to S\$1,607,000 compared to S\$3,479,000 for FY2018.

(vii) Loss from discontinued operations

Discontinued operation reported a net loss after tax of S\$1,338,000 and S\$71,000 in 4Q2019 and FY2019 respectively, mainly due to impairment of receivables which amount to S\$1,313,000.

(viii) Foreign currency translation difference

Foreign currency translation difference increased to negative S\$208,000 in FY2019 due to translation effect of US currency-denominated reserve.

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.

Statement of financial position

(i) Plant and equipment decreased by S\$1.4 million to S\$0.5 million as at 30 June 2019 and inventories decreased by S\$3.2 million to S\$13,000 as at 30 June 2018 as a result of the disposal of subsidiaries in Malaysia and the US. Correspondingly, the relevant accounts payable were excluded (see paragraph (v) below).

(ii) Trade receivables increased by S\$937,000 million to S\$5.6 million as at 30 June 2019 compared to 30 June 2018, as a result of an increase in trade receivables of S\$3.6 million in continued operations and a decrease of S\$2.7 million from discontinued operations. The increase in trade receivables from continued operations is mainly due to the higher revenue and lower settlement of balances before 30 June 2019.

- (iii) Other receivables decreased by S\$1.8 million to S\$1.5 million as at 30 June 2019 compared to 30 June 2018, as a result of a decrease in other receivables of S\$0.9 million from the continued operations and a decrease of S\$0.9 million from discontinued operations. The decrease in other receivables of continued operations is due to utilisation of trade deposits paid to suppliers.
- (iv) Other reserves comprised of S\$141,000 in foreign exchange translation reserve.
- (v) Trade and other payables decreased by S\$6.2 million to S\$3.2 million as at 30 June 2019, as a result of an increase in trade and other payables of S\$2.3 million in continued operations and a decrease of S\$8.5 million in discontinued operations. The increase in trade and other payables of continued operations is mainly due to the higher amount of purchases and lower settlement of balances before 30 June 2019.
- (vi) Borrowings relate to loans of S\$4.9 million arising from the S\$2 million bond issue and short-term borrowings from third parties.

Cash flow statement

Net cash used in operating activities of the Group in 4Q2019 was S\$132,000 which was mainly due to increase in trade and other receivables.

Net cash used in investing activities of the Group in 4Q2019 was S\$12,000 which was mainly due to reversal of proceed from disposal of plant and equipment, offset with net cash inflow from disposal of subsidiaries.

Net cash generated from financing activities of the Group in 4Q2019 was S\$0.6 million which was mainly due to loan from third parties.

As a result of the above, the Group's cash and cash equivalents as of 30 June 2019 increased by S\$445,000.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

There is no material variance with the commentary previously disclosed in the results announcement for the financial period ended 30 June 2018.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The Company had on 13 April 2019 completed the disposal of its electronic waste business, which has been a part of its recycling business. With the successful disposal, the Company has reorganised its recycling business to one that provides consulting and management services; away from being a recycler who collects, sorts, processes and extracts metals from wastes. The Company aims to capitalise on its reputation and extensive experience in the recycling industry to sell services.

As announced on 16 July 2019, the Company changed the name of its wholly-owned subsidiary Metech Reverslog Pte. Ltd. to Nolash Tech Pte. Ltd. ("Nolash"), along with its wholly-owned Shanghai subsidiary. Please refer to the announcement for further information. Nolash will be the Company's principal vehicle to support the Company's recycling and supply chain business. China market shall be the Company's area of focus outside of Singapore.

The Company's supply chain business has always been asset-light as it uses third-party logistics services. With the recycling business adopting the same business model, the Company now enjoys a much lower risk profile, with reduced capital investment and a low-cost structure. Having restructured itself successfully in the financial year closing 30 June 2019, the Company aims to achieve higher profitability in the coming years. At the same time, it continues to explore other opportunities for its longer term growth.

This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition from other companies and venues for the sale / distribution of goods and services, shifts in customer demands, customers and partners, changes in operating expenses, including employee wages, benefits and training, and governmental and public policy changes. Shareholders and potential investors are cautioned not to place undue reliance on these forward-looking statements, which are based on current view of management on future events. Shareholders and potential investors should seek advice from their stockbrokers, bank managers, solicitors, accountants or other professional advisors if they have any doubt about the actions they should take.

11. Dividend

(a) Current financial period reported on

Any dividend declared for the current financial period reported on?

No.

(b) Corresponding period of the immediately preceding financial year

Any dividend declared for the corresponding period of the immediately preceding financial year?

No.

(c) Date of payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.

No dividend has been declared or is recommended as the Group currently does not have accumulated profits available for the declaration of a dividend.

13. If the group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920 (1) (a) (ii). If no IPT mandate has been obtained, a statement to that effect.

The Group did not obtain a general mandate from its shareholders for IPTs. There was no IPT transaction for the period under review.

14. Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1)

The Company hereby confirms that it has procured undertakings from all its directors and executive officers under Rule 720(1).

15. Segmental revenue and results for business or geographical segments (of the Group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

The following table presents the results information regarding the Group's business segments for the years ended 30 June 2019 and 2018:

	Continuing operations						Discontinued operations			
	Supply-Chain Management		Corporate/other		Total		E-Waste Management		Per consolidated financial statements	
	2019 S\$'000	2018 S\$'000	2019 S\$'000	2018 S\$'000	2019 S\$'000	2018 S\$'000	2019 S\$'000	2018 S\$'000	2019 S\$'000	2018 S\$'000
Revenue:										
External customers	85,792	68,869	-	-	85,792	68,869	18,841	28,271	104,633	97,140
Depreciation and amortisation	-	-	(79)	(4)	(79)	(4)	(394)	(602)	(473)	(606)
Amortization of restoration cost	-	-	-	-	-	-	(92)	(49)	(92)	(49)
Loss on disposal of plant and equipment	-	-	-	-	-	-	(11)	(17)	(11)	(17)
Plant and equipment written off	-	-	-	-	-	-	-	(29)	-	(29)
Inventories written down	-	-	-	-	-	-	-	(814)	-	(814)
Unrealised loss on future contracts	-	(4)	-	-	-	(4)	-	(18)	-	(22)
Bad debts recovered	-	-	-	81	-	81	-	16	-	97
Payables written off	-	14	7	19	7	33	-	-	7	33
Provision for penalties	-	-	-	-	-	-	-	(667)	-	(667)
Finance cost	(151)	(104)	(109)	(131)	(260)	(235)	(10)	15	(270)	(220)
Segment loss before tax	(177)	(1,338)	(1,430)	(2,115)	(1,607)	(3,453)	(71)	(4,203)	(1,678)	(7,656)
Reportable segment assets	10,264	5,381	139	207	10,403	5,588	-	10,891	10,403	16,479
Capital expenditure	-	-	-	-	-	-	-	688	-	688
Reporting segment liabilities	5,260	1,170	2,688	1,676	7,948	2,846	-	9,726	7,948	12,572

16. In view of performance, the factors leading to any material changes in contributions to turnover and earnings by the business to geographical segments.

	Continuing operations						Discontinued operations						Adjustments and eliminations	Per consolidated financial statements		
	Singapore		China		Total		United States of America		Singapore		Malaysia			2019 S\$'000	2018 S\$'000	
	2019 S\$'000	2018 S\$'000	2019 S\$'000	2018 S\$'000	2019 S\$'000	2018 S\$'000	2019 S\$'000	2018 S\$'000	2019 S\$'000	2018 S\$'000	2019 S\$'000	2018 S\$'000				
External Revenue	-	-	85,792	68,868	85,792	68,868	9,137	15,988	9,101	10,772	603	1,512	-	-	104,633	97,140
Interest expenses	(109)	(131)	(151)	(104)	(260)	(235)	-	19	(10)	(4)	-	-	-	-	(270)	(220)
Depreciation	(79)	(4)	-	-	(79)	(4)	(252)	(352)	(142)	(250)	-	-	-	-	(473)	(606)
Segment loss before tax	(1,430)	(2,255)	(177)	(303)	(1,607)	(2,558)	(3,279)	(4,302)	(2,358)	(848)	(28)	52	5,594	-	(1,678)	(7,656)
Non-current assets	2	-	591	-	593	-	-	1,419	-	1,034	-	-	-	-	593	2,453

17. A breakdown of sales

	FY2019 \$'000	FY2018 \$'000	Inc/(Dec) %
Continuing operations			
Sales reported for the first half year	<u>46,593</u>	<u>41,646</u>	11.88
Profit for the first half year	<u>99</u>	<u>(735)</u>	nm
Sales reported for the second half year	<u>39,199</u>	<u>27,223</u>	43.99
Loss for the second half year	<u>(1,706)</u>	<u>(2,744)</u>	(37.83)

18. A breakdown of the total annual dividend (in dollar value) or the issuer's latest full year and its previous full year.

Nil.

19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Nil.

On behalf of the Board of Directors

Simon Eng

Chairman and Chief Executive Officer

Chay Yiowmin

Independent Director

23 August 2019

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. (the "Sponsor") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST"). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Shervyn Essex, Registered Professional, RHT Capital Pte. Ltd., 9 Raffles Place #29-01, Republic Plaza Tower 1, Singapore 048619, telephone (65) 6381 6757.